

## PAYROLL BULLETIN

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To: All State Agencies, Boards and Commissions

From: Marvin Becker, Assistant Comptroller - Operations

Date: December 22, 2016

Subject: Change in Maximum Social Security (OASDI) and Medicare (HI)

Contributions for Calendar Year 2017

Number: 3-16

The tax rate for Social Security in 2017 will remain at 6.2% for the employee and the employer. The maximum wages subject to Social Security will be at \$127,200.00.

The tax rate for Medicare in 2017 will remain at 1.45% for the employer. The tax rate for Medicare for the employee will remain at 1.45% for the first \$200,000 in wages. The Medicare tax rate for the employee for wages exceeding \$200,000 will remain at 2.35%.

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If you have any questions regarding this bulletin, please contact our payroll office at (217) 782-4758.